# Reforming Utah's License Plate Program

Presentation to the Transportation Interim Committee

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May 18, 2021

### Utah's License Plate Program

- Standard Issue License Plates
  - 3 currently available, 4 discontinued but still in circulation
- Special License Plates
  - Support Special Group 40 currently available, 4 discontinued
  - Recognition Special Group
     10 currently available, 1 discontinued
  - Honor Special Group
     10 currently available
  - Unique Special Group 3 currently available, 1 discontinued
  - Approved but not in circulation 11
- Fundraising from Current Special Plates
  - No revenue 19
  - State Agency 17
  - Higher Ed 12 (8 public, 4 private)
  - Indirect Payment 11
  - Direct Payment 4
  - Range \$120 to \$530,000 per year. Median: \$18,500

# Problems with the License Plate Program

- Proliferation of plates Dilutes identification and is inefficient to administer
  - 66 plate options available for purchase + 10 plates discontinued but still in circulation
  - 41% of Special Group Plates have fewer than 500 holders (30% have fewer than 100)
  - Benchmark: 3 current <u>standard issue plates</u> average **1.1 million** holders
- Lack of uniform standards to guide use of special license plates
- Inefficient approval process is burdensome and wastes legislative resources
  - Past 5 General Sessions saw an average of 9.6 bills and substitutes dealing with license plates
- Process does not create equal opportunities for nonprofits
- Donations are handled and disbursed inconsistently

Special Group	Currently Available	Fewer than 500	Fewer than 100
Support Group	40	13	7
Recognition Group	10	5	5
Honor Group	10	7	6
Unique Group	3	1	1

# Proposed Objectives for Draft Legislation

- 1. Simplify process for approving and discontinuing specialty license plate designs so that it is transparent, objective, and fair
- 2. Minimize the need for legislative resources. We could empower DMV to administer a simplified specialty plate program with objective criteria.
  - a) DMV can apply new objective standards
  - b) Legislature would still oversee the "big picture"
- 3. Establish clear process for managing *standard* license plate designs
  - a) Balance desire for distinctive plates with the need for non-proliferation

#### Efforts To Date

 Consulted with key executive branch agencies and nonprofit stakeholders to determine process challenges

• Evaluated data on Utah's active and inactive license plates

Researched license plate programs in other states

#### Proposed Next Steps

 Recruit committee members to collaborate on the issue and draft legislation

Open committee bill file

Discuss project update and draft legislation at future interim meeting